ORDINANCE NO. 2016-02

AN ORDINANCE OF THE MAYOR AND CITY COUNCIL OF THE CITY OF SEDONA, ARIZONA, PROVIDING FOR A REDUCTION OF THE SALES TAX SUBSIDIES FROM THE GENERAL FUND TO THE WASTEWATER FUND FROM 30% TO 25% FOR FISCAL YEAR 2016-2017.

WHEREAS, the revenue currently generated from those properties connected to the City of Sedona Wastewater System (hereinafter referred to as the "Wastewater System"), based upon the current Base Sewer User Rates, is insufficient to pay for the costs and expenses of operating and maintaining the Wastewater System, and

WHEREAS, the City Council has been obligated to subsidize the operation and maintenance of the Wastewater System from the General Fund and shall be obligated to continue subsidizing the Wastewater System notwithstanding a rate increase, and

WHEREAS, it is the finding of the City Council that higher than anticipated sales tax subsidies and other savings have occurred in the Wastewater Fund sufficient to reduce the sales tax subsidies from the General Fund in fiscal year 2016-2017.

NOW THEREFORE, BE IT RESOLVED BY THE MAYOR AND CITY COUNCIL OF THE CITY OF SEDONA, ARIZONA, THAT:

Section 1. Reduction of Sales Tax Subsidies

The sales tax subsidies from the General Fund to the Wastewater Fund are hereby reduced from the current 30 percent transfer to 25 percent in fiscal year 2016-2017.

Section 2. Savings Clause

If any provision, section or subsection of this chapter is held to be invalid by a court of competent jurisdiction, then such provision, section or subsection shall be considered separately and apart from the remaining provisions or sections, which shall remain in full force and effect.

Section 3. Repeal

All other code provisions, ordinances or parts of ordinances in conflict with the provisions of this Ordinance are hereby repealed to the extent of such conflict as of the effective date hereof.

PASSED AND ADOPTED by the Mayor and City Council of the City of Sedona, Arizona, this 24^{th} day of May, 2016.

Sandra J. Moriarty, Mayor

ATTEST:

Susan L. Irvine, CMC, City Clerk

APPROVED AS TO FORM:

Robert L. Pickels, Jr., City Attorney